



0000165691

Nancy Miller  
4743 E 30<sup>th</sup> Pl  
Yuma, AZ 85365

RECEIVED

2015 AUG -7 A 11:34

AZ CORP COMMISSION  
DOCKET CONTROL

Arizona Corporation Commission  
1200 W Washing St  
Phoenix, AZ 85007-2927

August 4, 2015

RE Rancheros Bonitos Water Company – Application for transfer of Certificate of Convenience and Necessity. Docket Nos. W-03254A-15-0235 and W-20933A-15-0235

In response to Insufficiency Letter dated July 31, 2015:

1. I have attached a description of the utility property proposed to be transferred.
2. I have attached documentation of the utility's financial condition, which has no liabilities, it's revenue and expenses for the most recently completed 12-month accounting period, and the value of the utility's plant in service.
3. There were no terms or conditions of the proposed transfer.
4. There will be no effects to the utility's services as we have been operating as managers for the last 10 years. Nothing will change.
5. There was no financing necessary.
6. The proposed transaction will have no effect on any other utility.
7. The number of customers is 44.
8. The proposed transaction will have no effect on the customers. Nothing will change.

ORIGINAL

Respectfully submitted

Nancy Miller  
928 341 9685

Arizona Corporation Commission  
DOCKETED

AUG 07 2015

DOCKETED BY	
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OFFICIAL RECORDS OF  
YUMA COUNTY RECORDER  
SUSAN MARLER



**FEE #: 2008 -- 12321**

04/28/2008 11:06 PAGES: 0004  
FEES: 5.00 4.00 1.00 .00 .00  
REC BY: NANCY MILLER  
FILE BY: CRISTINA ACOSTA

When Recorded Mail To:  
NANCY MILLER  
P O BOX 5450  
YUMA, AZ 85366

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DOCUMENT TITLE

\* RE-RECORD  
QUITCLAIM DEED

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\*2008-08517 re-recorded to correct legal description

DO NOT REMOVE

This is part of the official document

Nancy Miller  
P.O. Box 5450  
Yuma Az 85366

OFFICIAL RECORDS OF  
YUMA COUNTY RECORDER  
SUSAN MARLER



**FEE #: 2008 - 08517**

03/24/2008 12:57 PAGES: 0002  
FEES: 5.00 4.00 1.00 .00 .00  
REQ BY: NANCY MILLER  
REC BY: Margie Gamache

## QUITCLAIM DEED

Date of this Document: December 27 2007

Reference Number of Related Documents: Docket No. U-3254-96-469 Decision No 60085,  
Certificate of Convenience and Necessity, from the Arizona Corporation Commission, dated Feb. 20  
1997.

Grantor:

DONALD D. SCARBROUGH  
14550 S. AVENUE 4 E  
YUMA AZ 85365

ARS 11-1134 B1

Grantee:

RICHARD A. AND NANCY J. MILLER FAMILY TRUST  
4743 E. 30<sup>TH</sup> PLACE  
YUMA AZ 85365

*see legal attached*

Legal Description: The NE quarter of the SE quarter of Section 25, Township 9 S, Range 23 W, Gila and Salt River Base and Meridian, Yuma County, AZ. And the SW quarter of Section 30, except the South half of the SE quarter of the SW quarter of Section 30 and except the SE quarter of the SW quarter of the SW quarter of Section 30, Range 9 S, Range 22 @, Gila and Salt River Base and Meridian, Yuma County, AZ. The area of the land described here is approximately 170.33 acres.

Assessor's Property Tax Parcel/Account Number: U 0000013

**THIS QUITCLAIM DEED**, executed this 27<sup>th</sup> day of December, 2007, by first party, Grantor, Donald D. Scarbrough, whose mailing address is 14550 S. Avenue 4E, Yuma, AZ, 85365, and to second party, Grantee, Richard A. Miller and Nancy J. Miller Family Trust, whose mailing address is 4743 E. 30<sup>th</sup> Place, Yuma, AZ, 85365.

**WITNESSETH** that the said first party, for good consideration and for the sum of debts owed to Richard and Nancy Miller, paid by the said second party, the receipt whereof is hereby acknowledged, does hereby remise, release and quitclaim unto the said second party forever, all the right, title, interest and claims, which the said first party has in and to the following described parcel of land, and improvements and appurtenances thereto in the County of Yuma, State of Arizona, to wit: Known as Rancheros Bonitos Water Company, The NE quarter of the SE quarter of Section 25, Township 9 S, Range 23 W, Gila and Salt River Base and Meridian, Yuma County, AZ. And the SW quarter of Section 30, except the South half of the SE quarter of the SW quarter of Section 30 and except the SE quarter of the SW quarter of the SW quarter of Section 30, Range 9 S, Range 22 @, Gila and Salt River Base and Meridian, Yuma County, AZ. The area of the land described here is approximately 170.33 acres. Also any distribution lines or equipment that is part and parcel of the water company.

Legal description

subdivision Rancheros Bonitos  
Lot 19

parcel 112-58-019

Centrally Valued property  
acct 55-027

COMPANY NAME

Rancheros Bonitos Water Co.

2014

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	50,000	0	50,000
304	Structures and Improvements	1,000	1,000	0
307	Wells and Springs	17,469	17,469	0
311	Pumping Equipment	4,850	4,850	0
320	Water Treatment Equipment			
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs and Standpipes	9,695	9,695	0
330.1	Storage Tanks			
330.2	Pressure Tanks			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations	2,025	2,025	0
335	Hydrants	2,500	2,500	0
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	3,000	3,000	0
340.1	Computers & Software			
341	Transportation Equipment	6,521	6,521	0
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment	100	100	0
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>97,160</b>	<b>47,160</b>	<b>50,000</b>

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

Rancheros Bonitos

2014

**WATER UTILITY CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1 x 2)
301	Organization			
302	Franchises			
303	Land and Land Rights	50,000	0	0
304	Structures and Improvements	1,000	10	100
307	Wells and Springs	17,469	10	1747
311	Pumping Equipment	4,850	10	485
320	Water Treatment Equipment			
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs and Standpipes	9,695	10	970
330.1	Storage Tanks			
330.2	Pressure Tanks			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations	2,025	10	203
335	Hydrants	2,510	10	251
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	3,000	10	300
340.1	Computers & Software	6,521	10	652
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment	100	10	10
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>SUBTOTAL</b>			
	<b>LESS CIAC Amortization</b>			
	<b>TOTALS *</b>	97,170		4,718

\*This amount goes on the Comparative Statement of Income and Expense Acct. No. 403

COMPANY NAME

Rancheros Bonitos

2014

**WATER UTILITY BALANCE SHEET**

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 0	\$ 933.75
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 0	\$ 933.75
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 97,160	\$ 97,160
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation - Utility Plant	<47,160>	<47,160>
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 50,000	\$ 50,000
	<b>TOTAL ASSETS</b>	\$ 50,000	\$ 50,933.75

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

COMPANY NAME

Rancheras Bonitos

2014

**WATER UTILITY BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable		
232	Notes Payable (Current Portion)	\$	\$ 1016.97
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		33.28
237	Accrued Interest		987.07
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 0	\$ 2037.32
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$	\$
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$ 0	\$
	<b>TOTAL LIABILITIES</b>	\$ 0	\$ 2037.32
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings		
218	Proprietary Capital (Sole Props and Partnerships)		48896.43
	<b>TOTAL CAPITAL</b>	\$ 0	\$ 48896.43
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 0	\$ 50993.75



COMPANY NAME

Rancharos Bonitos

2014

**WATER UTILITY COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 18,312	\$ 20499
460	Unmetered Water Revenue		
474	Other Water Revenues		
	<b>TOTAL REVENUES</b>	\$ 18,312	\$ 20499
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	7069	6653
618	Chemicals		
620	Repairs and Maintenance	2947	3912
621	Office Supplies and Expense		
630	Outside Services	300	5622
635	Water Testing	855	
641	Rents		
650	Transportation Expenses	1125	
657	Insurance - General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case		
675	Miscellaneous Expense	208	297
403	Depreciation Expense	4718	4718
408	Taxes Other Than Income	1772	987
408.11	Property Taxes	797	372
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	\$ 19,734	\$ 22561
	<b>OPERATING INCOME/(LOSS)</b>	\$ <14827	\$ <20627
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$	\$
	<b>NET INCOME/(LOSS)</b>	\$ <14827	\$ <20627

COMPANY NAME Rancheros Bonitos Water Co

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan		N/A		
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 0

Meter Deposits Refunded During the Test Year

\$ 0

COMPANY NAME	Rancheros Bonitos Water Co	
Name of System:	ADEQ Public Water System Number: 14-073	

### WATER UTILITY PLANT DESCRIPTION

#### WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
91-000723-0000	7	250		8	4	

\* Arizona Department of Water Resources Identification Number

#### OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
5	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
15,000	2	2,000	1

*Note: If you are filing for more than one system, please provide separate sheets for each system.*